

GOVERNMENT OF ANDHRA PRADESH

**ABSTRACT**

Purchase Tax – Passing on the entire purchase tax payable to Government @ Rs.60/- per M.T. by the sugar factories and Rs.22 per M.T. by Khandasari units for 2009-2010 season to the Cane Suppliers as incentive - Orders - Issued –

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**INDUSTRIES & COMMERCE (SUGAR) DEPARTMENT**

**G.O.Ms.No. 247 .**

**Dated:7/12/2009.**

Read the following:-

- (1) G.O.Ms.No.327, Inds.& Com.(Sugar) Dept., dt. 12/12/2008.
- (2) D.O.Lr.No.10998/Sug/A1/2009, Inds.& Com.(Sugar) Dept., dt.6/8/09.
- (3) From the COS & CC, A.P., Hyd., Lr.No.C2/2542/2009, dt.14.10.2009.

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**ORDER:**

In the reference 1<sup>st</sup> read above, Government issued orders directing all the sugar factories and Khandasari Units in the State to pass on the entire P.T., amount of Rs.60/- per MT and Rs.22/- per MT respectively, to the cane suppliers for 2008-2009 season.

2. The Commissioner of Sugar and Cane Commissioner, Hyderabad, in the reference 3<sup>rd</sup> read above, has submitted proposals to Government and requested for continuation of passing on the entire Purchase Tax incentive of Rs.60/- per M.T., by the sugar factories and Rs.22/- per M.T., by the Khandasari Sugar Mills to the cane suppliers during 2009-2010 season also.

3. Government after careful examination of the proposal of the Commissioner of Sugar and Cane Commissioner, Hyderabad, hereby order for passing on the entire Purchase Tax amount of Rs.60/- per MT and Rs.22/- per MT payable by sugar factories and Khandasari Units respectively, to the Cane suppliers for 2009-10 season. For this purpose, the procedure as prescribed in the **Annexure** to this order shall be followed for payment of the above amount by all the Sugar Factories and Khandasari Units.

4. The Commissioner of Sugar and Cane Commissioner, Hyderabad, is requested to take necessary action in the matter.

5. This order issues with the concurrence of Finance (Exp. Ind. &Com.) Department vide their U.O.No.28688/495/2009, dated 3/11/2009.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B. SAM BOB  
PRINCIPAL SECRETARY TO GOVERNMENT &  
COMMISSIONER, INDUSTRIAL PROMOTION.

To  
The Commissioner of Sugar & Cane Commissioner, Hyderabad.

**P.T.O.**

All the Sugar Factories and Khandasari Sugar Mills in the State  
through the Commissioner of Sugar, Hyderabad.

The Secretary to Govt. of India, Min.of Consumer Affairs, Food & Public  
Distribution, Dept. of Food & Public Distribution, Krishi Bhavan,  
New Delhi.

The Commissioner & Director of Information & Public Relations, Hyderabad.

Copy to:

The Accountant General, A.P., Hyderabad.

The Prl.Secretary to Govt., Finance (R&E) Dept.

The Secretary to Government (IF), Finance Department.

The Prl.Secretary to Govt., Public Enterprises Dept.

The Finance (Exp.I&C) Dept.

The Finance (BG) Dept.

The P.S. to Minister (MI,Sugar,C&EP)

The P.S. to Addl. Secretary to C.M.

SF/SCs.

//FORWARDED BY ORDER//

SECTION OFFICER

**ANNEXURE**

(G.O.Ms.No. 247 , Industries & Commerce (Sugar) Department, Dated: 7 /12/2009)

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The Purchase Tax Incentive Cane Price of Rs.60/- per M.T. paid by the Sugar Factories and Rs.22/- per M.T. paid by Khandasari Sugar Mills to the Cane Suppliers shall be adjusted against the Purchase Tax for the cane purchased by them and payable to the Government, for which the following procedure shall be adopted.

2. As per the Sugarcane Pricing Policy in respect of crushing season 2009-10, the occupier of sugar factories should pay to the cane suppliers the purchase tax incentive price @ Rs.60/- per M.T. and obtain the signature of the cane suppliers for the value of the cane supplied. The Sugar Factories paying the incentive of Rs.60/- per M.T. to the cane suppliers through the Banks should submit a certificate of payments issued by the concerned Banks.

3. Immediately after the payment is made, the sugar factories shall prefer a bill for adjustment of the incentive price paid at Rs.60/- to the cane suppliers to the Commissioner of Sugar and Cane Commissioner, Andhra Pradesh, Hyderabad or his/her nominee to whom the powers are delegated by him/her. In the bill, it must be indicated that the amount shall be credited to the Government under the Head of Account "0045 - OTHER TAXES AND DUTIES OF COMMODITIES AND SERVICES - 114 - RECEIPTS UNDER SUGARCANE (REGULATION OF SUPPLY AND PURCHASE) ACT, 1961 (01) - TAX COLLECTION 'PURCHASE TAX ON SUGARCANE'."

4. Along with the bill, the list of cane suppliers to whom the incentive price is paid and the amount paid to them, duly certified and counter signed by the managements of the sugar factories shall be enclosed.

5. After receipt of the Bills / challans as mentioned above from the sugar factories, the Commissioner of Sugar or the Officer authorized by him / her shall prepare an adjustment bill and present the same at the Treasury for adjustment of receipt of amounts towards purchase tax.

6. The Commissioner of Sugar and Cane Commissioner shall obtain supplementary grant during the respective financial year for the amount actually required for adjustment.

7. The Incentive Cane Price of Rs.60/- to the cane suppliers shall be paid by the sugar factories within 14 days from the date of purchase of cane failing which interest shall be charged on purchase tax incentive due amount as per the Act and Rules in force and the interest portion shall be passed on to the respective cane suppliers.

8. The same procedure as prescribed above should be followed in respect of Khandasari Sugar Mills which are required to pass on Rs.22/- per M.T. by way of Purchase Tax to the suppliers.

9. These orders shall come into force with immediate effect.

B.SAM BOB,  
PRINCIPAL SECRETARY TO GOVERNMENT &  
COMMISSIONER, INDUSTRIAL PROMOTION

//FORWARDED BY ORDER//

SECTION OFFICER